



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF STATE LANDS AND FORESTRY

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
Scott Hirschi
Division Director

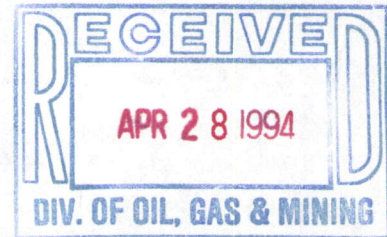
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S/021/022

April 26, 1994

CERTIFIED MAIL NO. P 051 448 193

Karl Truman
PO Box 49
Minersville, UT 84752



Dear Mr. Truman:

RE: MLA 46285--Metalliferous Minerals; S/021/022

The terms and conditions of state mineral leases require you to notify the Division of State Lands & Forestry at least 60 days prior to commencing any mineral operations under the lease. Although state law requires that you also notify the Division of Oil, Gas and Mining, approval from that agency alone is not sufficient authority to commence operations under a state mineral lease. You must also receive approval for your operations from the Division of State Lands & Forestry and post a reclamation bond with the division.

I am enclosing an information sheet providing you with the notification requirements of the Division of State Lands & Forestry. Division rules require that you immediately cease all operations upon lands within the above numbered mineral lease application until you have an approved plan of operations with the Division of State Lands & Forestry and submit a reclamation bond.

I am also enclosing in duplicate a copy of the lease agreement which you have not yet signed. Division rules require that you sign and return both copies of the agreement with your notarized signature within the next 30 days. Failure to do so will subject the lease to cancellation. Upon your return of the documents properly signed the division will execute the lease and send one copy back to you for your files.

Thank you for your cooperation in this matter. Please contact me if you have any questions.

Sincerely,

JOHN T. BLAKE
MINERAL RESOURCES SPECIALIST

JTB/tdw
Enclosures

cc: Wayne Hedberg